

## **FISCAL NOTE**

TO: Chief Clerk of the Senate  
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 12, 1996

SUBJECT: **SB 1946 - HB 2051**

This bill, if enacted, will exempt from compliance with all rules, regulations, standards, administrative procedures, policies and guidelines of the State Board of Education and the Department of Education any school system in which less than 50% of the budget is funded by the state.

Presently, school systems receive funds from three sources: state, federal, and local. Under the provisions of this bill, 27 school systems will be exempt from compliance with state rules, since they receive less than 50% of their total funding from the state.

The fiscal impact on local governments from enactment of this bill in and of itself is estimated to be minimal, since the provisions of the bill are permissive. However, to the extent school systems which receive less than 50% of their total funding from the state choose not to comply with state rules and regulations, the fiscal impact from enactment of the bill is estimated to be minimal. This estimate assumes that:

1. the state must continue to distribute BEP funds to each school system according to the formula without regard to system compliance with state requirements, and
2. federal funds available to the state and to local school systems will not be affected by passage of this bill.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director